



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

August 29, 2001

Concho Oil & Gas Corporation
Suite 410
110 W. Louisiana
Midland, Texas 79701

Attention: Ms. Terry Stathem

Re: Form C-107-A
Conoco Federal No. 1

Dear Ms. Stathem:

This letter acknowledges the receipt of your administrative application dated August 24, 2001, to downhole commingle the Queen and Delaware formations in the Conoco Federal No. 1 located in Section 17, Township 18 South, Range 32 East, NMPM, Lea County, New Mexico. The Division received your application on August 27, 2001.

Our preliminary review indicates that the information provided in the application is not sufficient to process the administrative order. The following information is necessary:

a) Administrative Application Checklist (Enclosed)

Since the submitted information is insufficient to review, the application was **Ruled Incomplete** on August 29, 2001. Please submit the above stated information by September 5, 2001.

The Division cannot proceed with your application until the required information is submitted. Upon receipt, the division will continue to process your application. The additional information can be faxed, or mailed to the Division. If the necessary information is not submitted, your application will be returned to you.

If you have any questions, please contact me in Santa Fe, at (505) 476-3466.

Sincerely,

David Catanach
Petroleum Engineer